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13 July 1950

COMPS PRELIMINARY COMESTITE

on State's Staff Study of 1 May 1950 on Production of National Intelligence and on Continuous Surveillance of current intelligence

- 1. The Mational Security Act of 19h7, as amended, mays that CIA disseminates intelligence using where appropriate existing againing and facilities. That underlined clause in the Act (Section 102(d)(5)) modifies the dissemination functions, not the correlating and evaluating functions, from which it is separated by a comma.
- 2. The Act also says that the Agency and/or the Director of Central Intelligence have cartain duties and responsibilities under the direction of the NGC. I should think that, under the existing legislation, the NGC cannot or at least should not! give these responsibilities to a Committee and make the DGI responsible to that Committee.
- J. I know of nothing that says the DCI should have "sole responsibility for (only) the "final" national intelligence product."
- the I doubt if there has been more "confusion in CIA" then in other "assington agencies and departments. There would be less confusion in CIA if the Departments of State and Defense would reply in some manner to the CIA proposal, submitted a year ago, to implement the mandatory instructions in Paragraph of MDC50 about a single of flux of operations. This new proposal new submitted is based on Paragraph of MDC50, which gave the option to the DCI on his internal organizations

Proposed Directive

- l. It is not known what would be the "adequate safeguards against bias" (Paragraph 1, page 1 of new Directive) in the "strictly political or strictly military intelligence estimates" which could be considered as "national intelligence" in those cases where such estimates are required.
- 2. It is noted that a "co-operation process" is proposed throughout this new directive, whereas the Act refers to "coordination", i.e. some direction, rather than to purely valuatery "co-operation."
- 3. The new Intelligence Advisory Committee seems to resemble the old Mational Intelligence Authority which was discontinued by the National Security Act of 1967, Per the latter also did not mention the old Intelligence Advisory Hoard set up in the original Presidential Letter establishing CIG.
- h. The "designees" of the new Intelligence Advisory Committee (Commissers) now revert to being "representatives" of their agencies at a new IAC headquarters, rather than being experienced personnel loaned to the DOI for his staff. (i.e., they replace the Standing Committee and COAPS?, or are they a third body of higher level "Commultants"?) The "representative" of the DOI is to be the Assistant Director of the new seventh office in CIA, the National Intelligence Group.



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- 5. The new IAC is to initiate requirements, i.e. give instructions to the BCI, for preparation of national estimates and studies; to pass upon the desirability and feasibility of that he himself may wish to initiate; to pass upon drafts of national estimates and studies before they are considered by the BCI; to have contact with the BSC Staff and other planning agencies through the BCI, rather than through their own Departmental heads(?); to have close limited with i.e. work for the JIC. (It could be no closer than at present so far as the Pentagon goes as the nambers of the JIC and IAC are the same man)
- 6. On Page h of the new Directive, the new IAC replaces the present Watch Committee and has the DCI transmit their conclusions (not his) to the key executives selected by the IAC; they instruct the DCI on what current intelligence should be prepared; and, instead of the NSC, on what products of common concern should be prepared; and they conduct all lisison with foreign intelligence organizations regarding production. (Does this change present Pentagon system by bringing in State in the Combined Estimates?)
- 7. The new IAC has its own headquarters, provided by CIA, to supervise the new 7th CIA office (National Intelligence Group) which works for them instead of for the DCI, but is situated with and financed by CIA. The DCI shall be the Production Manager for the IAC and their representatives and, in some instances, their messenger with the outside world.
- 3. The new <u>Mational Stimutes Staff</u> receives instructions (in army language "requisitions") from the IAC, not from the DCI, and farms out sub-headings thereof to GIA and others for contributions, sets deadlines, etc.; "by synthesis", etc., prepares drafts of national estimates and studies; presents them to the IAC and is present at the IAC meetings that are called to consider the former; prepares "crisis estimates" for submission to the DCI and the IAC; reports on adequacy of collection; and works closely with and controls? the Current Intelligence Group.
- 9. The new <u>Current Intelligence Group</u> replaces (?) the Watch Committee and operates a Bituation Room, in addition to those already in operation; is the 21-hour watch dog; prepares crisis(?) estimates from hot information; prepares current intelligence summerice (dailies and/or weeklies?) coordinated with the agency supplying the information.
- 10. The Departmental Agencies provide intelligence to the National Setimates Staff when their projects are initiated by the IAC, not to ICI or CIA; make oral presentations thereon; provide operational and other current information to the Current Information Staff; supply for review NES and IAC studies that may be of national intelligence caliber; nominate personnel for duty with the National Intelligence Group.
- 11. CIA shall contribute to the Matienal Estimates Staff and Current Intelligence Staff the way the other agencies do; shall restrict its

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production to services of common concern and other duties as directed by NEC; shall issue studies only after reviewed by the National Estimates Staff and IAC.

DCI and Agency Directors have collective responsibility and DCI's duties are to implement this Directive. DCI's statutory responsibilities are limited to approval of the final drafts of estimates when recommended by the IAC and to dissemination thereof.

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